Introduced by Senators Torlakson, Ashburn, Cedillo, Ducheny, Kehoe, Lowenthal, Machado, Maldonado, Margett, Murray, Runner, and Soto

February 22, 2005

An act to amend Section 1658 of the Vehicle Code, relating to vehicles. An act to amend Section 66536.1 of the Government Code, to amend Section 21706 of the Public Utilities Code, to amend Section 140.3 of the Streets and Highways Code, and to amend Section 4601 of the Vehicle Code, relating to transportation.

## LEGISLATIVE COUNSEL'S DIGEST

SB 731, as amended, Torlakson. Department of Motor Vehicles *Transportation*.

(1) Existing law, the Metropolitan Transportation Act, creates the Metropolitan Transportation Commission as a regional agency to provide comprehensive regional transportation planning for the San Francisco Bay Area counties. Under existing law, the Legislature has made findings that the commission has agreed to create a joint policy committee with the Association of Bay Area Governments, and specifies that the membership of the joint committee include at least one representative from each of the 9 regional counties.

This bill would require the joint committee to include one representative appointed by the Secretary of the Business, Transportation and Housing Agency.

(2) Existing law requires applications for funding from the Aeronautics Account in the State Transportation Fund to be processed in accordance with the procedures adopted by the California Transportation Commission for processing applications by local

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entities for projects included in the state transportation improvement program.

This bill would revise the process used by the commission for funding projects from the Aeronautics Account.

(3) Existing establishes the Equipment Service Fund in the State Treasury and continuously appropriates all money in the fund to the Department of Transportation to pay for mobile equipment services. Existing law provides that if the unencumbered balance remaining in the fund at the end of any fiscal year is more than 25% of the total annual appropriation made to the fund under the most recent Budget Act, the unencumbered balance is required to be refunded to programs that were assessed mobile equipment service charges during that fiscal year, as specified.

This bill would instead provide that if the balance remaining in the fund at the end of any fiscal year exceeds the amount allowable for billed central services under the Federal Office of Management and Budget Circular A–87, the balance is required to be refunded to those programs assessed mobile equipment service charges during that fiscal year.

(4) Existing law authorizes the Department of Motor Vehicles to accept registration fees not more than 60 days prior to the expiration of the current registration or certification for a vehicle.

This bill would instead authorize the department to accept those registration fees not more than 75 days prior to the expiration of the current registration or certification for a vehicle.

Existing law authorizes the Department of Motor Vehicles to pay membership fees, join, and participate in affairs of certain described vehicle-related associations.

This bill would make a technical, conforming change in that provision.

Vote: majority. Appropriation: no. Fiscal committee: <del>no-</del>yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 1658 of the Vehicle Code is amended to
- 2 read:
- 3 SECTION 1. Section 66536.1 of the Government Code is
- 4 amended to read:

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66536.1. (a) The joint policy committee shall prepare a report analyzing the feasibility of consolidating functions separately performed by ABAG and MTC. The report shall be reviewed and approved by MTC and the ABAG executive board and submitted to the Legislature by January 1, 2006.

- (b) The combined membership of the joint policy committee shall include at least one representative from each of the nine regional counties: Alameda, Contra Costa, Marin, Napa, Sonoma, San Mateo, San Francisco, Santa Clara, and Solano. The joint policy committee shall also include one representative appointed by the Secretary of the Business, Transportation and Housing Agency.
- (c) The joint policy committee shall coordinate the development and drafting of major planning documents prepared by ABAG, MTC, and the Bay Area Air Quality Management District, including reviewing and commenting on major interim work products and the final draft comments prior to action by ABAG, MTC, and the Bay Area Air Quality Management District. These documents include, but are not limited to, the following:
- (1) Beginning with the next plan update scheduled to be adopted in 2008, the regional transportation plan prepared by MTC and described in Section 66508 of the Government Code.
- (2) The ABAG Housing Element planning process for regional housing needs pursuant to Article 10.6 (commencing with Section 65580) of Chapter 3 of Division 1 of Title 7.
- (3) The Bay Area Air Quality Management District's Ozone Attainment Plan and Clean Air Plan.
- SEC. 2. Section 21706 of the Public Utilities Code is amended to read:
- 21706. The division shall require that every project submitted for funding from the Aeronautics Account in the State Transportation Fund shall be consistent with the California Aviation System Plan. Applications for funding shall be processed in accordance with the procedures adopted by the commission for processing applications by local entities for projects included in the state transportation improvement program, to the extent those procedures may be applicable. In determining the priorities of projects, the division shall, and the transportation planning agencies may, utilize the methodology

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adopted by the commission for determining the priorities of projects listed in the aviation element of the state transportation improvement program that the commission selects for allocation pursuant to Sections 21683 and 21638.2 and the procedures adopted by the commission.

- SEC.3. Section 140.3 of the Streets and Highways Code is amended to read:
- 140.3. (a) For the purposes of this section, the following terms have the following meanings:
- (1) (A) "Mobile equipment" means devices owned by the department by which any person or property may be propelled, moved, or drawn on or off highway and that are used for employee transportation or material movement, or for construction or maintenance work relating to transportation, including, but not limited to, passenger vehicles, heavy duty trucks, boats, trailers, motorized construction equipment, and "slip-in" accessories or attachments that are used by more than one functional unit.
- (B) "Mobile equipment" does not include any of the following:
- (i) Office equipment, computers, and any other stationary, nonmovable, and integral part of a transportation facility.
  - (ii) Passenger vehicles used to transport the public.
  - (iii) Aircraft or related aeronautics equipment.
  - (iv) Rolling stock used for intercity rail operations.
- (2) "Mobile equipment services" includes, but is not limited to, all of the following:
- (A) Use of mobile equipment and services, including, but not limited to, the purchase of new vehicles.
- (B) Receiving, servicing, and equipping new mobile equipment units.
- (C) Assembling components into completed mobile equipment units.
- (D) Managing mobile equipment and services, including, but not limited to, payment for fuel and insurance.
- 36 (E) Repairing, rehabilitating, and maintaining mobile 37 equipment.
- 38 (F) Disposing of used vehicles.
- 39 (3) "Mobile equipment services cost recovery" means 40 revenues from assessments charged to the department's divisions

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and programs for mobile equipment services, or revenues from charges for equipment services provided to local transportation authorities, including, but not limited to, cost recovery for all of the following:

(A) Salaries and wages.

- (B) Facility and inventory improvements.
- (C) Capital outlay support projects.
- (D) Overhead, depreciation, and operating expenses.
- (b) The department, with the approval of the Department of Finance, shall set rates for mobile equipment services. The department shall review its rates on an annual basis and, upon approval by the Department of Finance, shall publish a rate schedule on or before April 30 of each year. The department shall collect mobile equipment services cost recovery.
- (c) The Equipment Service Fund is hereby created in the State Treasury. Notwithstanding Section 13340, all money in the fund is continuously appropriated to the department to pay for mobile equipment services.
- (d) The net proceeds from mobile equipment services cost recovery shall be deposited in the fund. In addition, any moneys appropriated to the department under the annual Budget Act, or under any other act, for the use of existing mobile equipment or for the purchase of that equipment, and any moneys transferred to the department from any account within the State Transportation Fund for those purposes, may be deposited in the fund
- (e) If the unencumbered balance remaining in the fund at the end of any fiscal year is more than 25 percent of the total annual appropriation made to the fund under the most recent Budget Act, exceeds the amount allowable for billed central services under the Federal Office of Management and Budget Circular A–87, as determined by the department and the Department of Finance, the unencumbered balance, less an amount equal to the amount required to provide mobile equipment services for 60 days, shall be refunded to all programs that were assessed mobile equipment service charges during that fiscal year.
- SEC. 4. Section 4601 of the Vehicle Code is amended to read: 4601. (a) Except as otherwise provided in this code, every vehicle registration and registration card expires at midnight on the expiration date designated by the director pursuant to Section

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1651.5, and shall be renewed prior to the expiration of the registration year. The department may, upon payment of the proper fees, renew the registration of vehicles.

- (b) Notwithstanding any other provision of law, renewal of registration for any vehicle—which that is either currently registered or for which a certification pursuant to Section 4604 has been filed may be obtained not more than—60 75 days prior to the expiration of the current registration or certification.
- 1658. The department may pay membership fees, join, and participate in affairs of associations having for their purpose the interchange of information relating to the registration of vehicles and the issuance of drivers' licenses, financial responsibility, and subjects relating to highway safety and to the powers and duties of the department.